

### CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2017

The Board of Directors of mTouche Technology Berhad is pleased to announce the following unaudited consolidated financial statements for the quarter ended 30 September 2017 which should be read in conjunction with the audited consolidated financial statements for the financial period ended 30 June 2017 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

#### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Year Quarter 30.09.2017 RM'000 (unaudited)	Preceding Year Quarter 30.09.2016 RM'000 **	changes %	Current Year To Date 30.09.2017 RM'000 (unaudited)	Preceding Year To Date 30.09.2016 RM'000 **	changes %
Revenue	4,025	N/A	N/A	4,025	N/A	N/A
Cost of sales	(1,537)	N/A	N/A	(1,537)	N/A	N/A
Gross profit	2,488	N/A	N/A	2,488	N/A	N/A
Other income	710	N/A	N/A	710	N/A	N/A
Administrative expenses	(2,081)	N/A	N/A	(2,081)	N/A	N/A
Other expenses	(615)	N/A	N/A	(615)	N/A	N/A
<b>Profit before tax</b>	<b>502</b>	<b>N/A</b>	<b>N/A</b>	<b>502</b>	<b>N/A</b>	<b>N/A</b>
Tax expense	(145)	N/A	N/A	(145)	N/A	N/A
<b>Profit for the financial period</b>	<b>357</b>	<b>N/A</b>	<b>N/A</b>	<b>357</b>	<b>N/A</b>	<b>N/A</b>
<b>Other comprehensive income:-</b>						
<b>Item that will be subsequently to profit or loss</b>						
Exchange differences on translating foreign operation, net of tax	(39)	N/A	N/A	(39)	N/A	N/A
<b>Item that will not be subsequently reclassified to profit or loss</b>						
Actuarial gains on defined benefit obligation	-	N/A	N/A	-	N/A	N/A
Income Tax Effect	-	N/A	N/A	-	N/A	N/A
Other comprehensive loss for the financial period, net of tax	(39)	N/A	N/A	(39)	N/A	N/A
<b>Total comprehensive income for the financial period</b>	<b>318</b>	<b>N/A</b>	<b>N/A</b>	<b>318</b>	<b>N/A</b>	<b>N/A</b>
<b>Profit for the financial period attributable to:</b>						
- Owners of the Company	709	N/A	N/A	709	N/A	N/A
- Non-Controlling Interest	(352)	N/A	N/A	(352)	N/A	N/A
	<b>357</b>	<b>N/A</b>	<b>N/A</b>	<b>357</b>	<b>N/A</b>	<b>N/A</b>

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**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
(cont'd)**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Year Quarter 30.09.2017 RM'000 (unaudited)	Preceding Year Quarter 30.09.2016 RM'000 **	changes %	Current Year To Date 30.09.2017 RM'000 (unaudited)	Preceding Year To Date 30.09.2016 RM'000 **	changes %
<b>Total comprehensive profit attributable to:</b>						
- Owners of the Company	392	N/A	N/A	392	N/A	N/A
- Non-Controlling Interest	(74)	N/A	N/A	(74)	N/A	N/A
	<u>318</u>	<u>N/A</u>	N/A	<u>318</u>	<u>N/A</u>	N/A
<b>Earnings per share attributable to the owner of the company</b>						
Basic (sen)	<u>0.56</u>	<u>N/A</u>	N/A	<u>0.56</u>	<u>N/A</u>	N/A
Diluted (sen)	<u>0.56</u>	<u>N/A</u>	N/A	<u>0.56</u>	<u>N/A</u>	N/A

*\*\*There are no comparative figures disclosed for the current quarter and the cumulative period-to-date results following the change in the financial year end from 31 December to 30 June.*

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### CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2017

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#### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.09.2017 RM'000 (unaudited)	As at 30.06.2017 RM'000 (audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,896	788
Intangible assets	107	210
Deferred tax assets	69	118
	5,072	1,116
Total non-current assets		
<b>Current assets</b>		
Inventories	2	2
Trade and other receivables	17,366	20,162
Prepayments	890	743
Tax recoverable	478	462
Cash and Bank Balances	1,136	1,631
	19,872	23,000
Total current assets		
<b>Total assets</b>	24,944	24,116
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
<b>Equity attributable to owners of the company</b>		
Share Capital	27,804	27,804
Reserves	(3,085)	(3,046)
Accumulated Losses	(11,597)	(12,306)
	13,122	12,452
Non-Controlling Interest	(1,504)	(1,430)
	11,618	11,022
Total equity		
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
Deferred Tax Liabilities	16	16
Defined Benefits Obligations	483	486
	499	502
Total non-current liabilities		
<b>Current Liabilities</b>		
Trade and Other Payables	11,691	11,387
Tax Payable	1,136	1,205
	12,827	12,592
Total current liabilities		
Total liabilities	13,326	13,094
<b>Total equity and liabilities</b>	24,944	24,116
<b>Net assets per share (sen)</b>	9.12	8.65



**MTOUCHE TECHNOLOGY BERHAD**  
**Company no. 656395-X**  
**(Incorporated in Malaysia)**

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**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	[----- Non-distributable -----]					Distributable		Non-controlling interest RM'000	Total RM'000
	Share capital RM'000	Foreign currency translation reserve RM'000	Warrants reserve RM'000	Discount on shares RM'000	Other capital reserve RM'000	Accumulated losses RM'000	Total RM'000		
As at 1 July 2017 (audited)	27,804	(4,511)	9,445	(9,445)	1,465	(12,306)	12,452	(1,430)	11,022
Profit/(Loss) for the financial period	-	-	-	-	-	709	709	(352)	357
Other comprehensive income/(loss) for the financial period									
- Exchange translation differences, net of tax	-	(39)	-	-	-	-	(39)	277	239
Total comprehensive profit/(loss) for the financial period	-	(39)	-	-	-	709	670	(74)	596
As at 30 September 2017 (unaudited)	27,804	(4,550)	9,445	(9,445)	1,465	(11,597)	13,122	(1,504)	11,618
As at 1 July 2016**	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total comprehensive profit/(loss) for the financial period	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
As at 30 September 2016**	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

*\*\*There are no comparative figures disclosed for the cumulative period-to-date results following the change in the financial year end from 31 December to 30 June.*

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**CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
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**CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Current Year To Date 30.09.2017 RM'000 (unaudited)</b>	<b>Preceding Year To Date 30.09.2016 RM'000 **</b>
<b>Operating activities</b>		
Profit before tax	502	N/A
Adjustments for:-		
Amortisation of intangible assets	104	N/A
Depreciation	49	N/A
Interest income	(3)	N/A
Unrealised loss on foreign exchange	82	N/A
Operating profit before working capital changes	734	N/A
Changes in working capital:-		
Payables	439	N/A
Receivables	2,690	N/A
Cash generated from operations	3,863	N/A
Tax paid	(183)	N/A
Net cash from operating activities	3,680	N/A
<b>Investing activities</b>		
Purchase of property, plant and equipment	(4,154)	N/A
Interest received	3	N/A
Net cash used in investing activities	(4,151)	N/A
<b>Financing activity</b>		
Placement of fixed deposits	(2)	N/A
Net cash used in financing activity	(2)	N/A
<b>CASH AND CASH EQUIVALENTS</b>		
Net changes	(473)	N/A
Effects of changes in foreign exchange rate	(22)	N/A
Brought forward	1,586	N/A
Carried forward	1,091	N/A

1. Cash and cash equivalents at the end of the financial period comprise the following:

Cash and bank balances	1,136	N/A
Fixed deposits with maturity of three month or more	(45)	N/A
	1,091	N/A

*\*\*There are no comparative figures disclosed for the cumulative period-to-date results following the change in the financial year end from 31 December to 30 June.*

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## NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING

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#### A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in Malaysia Financial Reporting Standards (“MFRS”) 134 – Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial period ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.

These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial period ended 30 June 2017.

The accounting policies and methods of computation used in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial period ended 30 June 2017 except for the changes in accounting policies and presentation resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial periods beginning on or after 1 July 2017.

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

<b>Title</b>	<b>Effective date</b>
MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 16 Leases	1 January 2019
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
Amendments to MFRS 2 Classification and Measurement of Share-based Payment Transactions	1 January 2018

The possible impact on adoption of the above pronouncements in the period of initial application cannot be determined at present.

#### A2. Auditors’ Report on the Preceding Annual Financial Statements

The auditor’s report on the latest audited financial statements for the period ended 30 June 2017 was not subject to any audit qualification.

#### A3. Seasonal or Cyclical Factors of Interim Operations

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the current financial quarter.

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**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the current financial quarter.

**A5. Material Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years, which may have a material effect in the current financial quarter results.

**A6. Issues, Repurchases, and Repayments of Debt and Equity Securities**

There no issues, repurchases, and repayments of debts and equity securities of the Group during the current financial quarter

**A7. Dividends Paid**

There were no dividends declared and paid for the current financial quarter.

**A8. Segmental Information**

The management determines that its geographical segments comprise the following markets which have similar characteristics:

- (i) Matured markets – countries which the Group has achieved stable penetration rate including Malaysia, Singapore, Thailand and Hong Kong.
- (ii) Emerging markets – countries with potential growth and penetration rate including Indonesia, Vietnam, Philippines and Cambodia.

**Segmental information by geographical segments for the three months ended 30 September 2017.**

	Matured markets RM'000	Emerging markets RM'000	Elimination RM'000	Total RM'000
<b>Revenue</b>				
Sales to external customers	3,083	942	-	4,025
Inter-segment sales	-	-	-	-
<b>Total revenue</b>	3,083	942	-	4,025
<b>Results</b>				
Profit/(Loss) before tax	870	(368)	-	502
Tax expenses	(145)	-	-	(145)
<b>Profit/(Loss) for the period</b>	725	(368)	-	357

**A9. Valuation of Property, Plant and Equipment**

The Group did not revalue any of its property, plant and equipment during the current financial quarter.

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**A10. Events after the End of the Quarter**

- (a) On 28 August 2017, the Company has entered into a Conditional Agreement for SPNB Digital Platform (“Agreement”) with MNC Wireless Berhad (“MNC Wireless”) to collaborate with MNC Wireless on joint development and marketing of the inclusive SPNB Digital Platform with mobile application, website technology platform, digital display and broadcasting solution and an integrated payment gateway solution for SPNB Dana Sdn. Bhd. (“SPNB”). The Conditional Agreement became unconditional and effective as MNC Wireless has on 24 October 2017 entered into a Subscription and Shareholders’ Agreement (“SSA”) with SPNB. As part of the Agreement, MNC Wireless and mTouche will jointly develop a user-friendly and hassle-free Digital Platform for SPNB’s customers and business partners. The SPNB Digital Platform will help SPNB to digitalize their business processes, enhance customer and business partners’ engagement management, which in line with SPNB’s digital transformation road map.
- (b) On 2 October 2017, the Company entered into a Memorandum of Understanding (“MOU”) with A Conceptech Sdn. Bhd., to collaborate and explore opportunities to develop, support, promote and enrich the Online-to-Offline International Educational Hub and its programs for higher learning, e-learning research activities, and to promote highest level human experience in conventional education environment by embracing technological innovation with Digital Platform and In-Apps, Artificial Intelligent and Blockchain Platform for the market in South-East Asia and Hong Kong market and as per the terms and conditions of the MOU. The MOU is not expected to have any effect on to mTouche Group’s earnings for the financial year ending 30 June 2018. However, the signing of the MOU will not have any effect on the net assets, share capital and shareholdings structure of mTouche.
- (c) Reference to renounceable rights issue of up to 557,500,566 new ordinary shares of RM0.10 each in mTouche together with up to 278,750,283 free detachable warrants in mTouche (“Warrants C”) approved by mTouche’s shareholders on 23 January 2017, pursuant to the close of acceptance, excess applications and payment for the Rights Shares with Warrants C on 26 October 2017, the Company received valid acceptances and excess applications for a total of 381,215,956 Rights Shares, representing 99.78% subscription of the total number of Rights Shares available under the Rights Issue with Warrants. The exercise was completed on 9 November 2017.
- (d) Reference to establishment of an employees’ share option (“ESOS”) scheme involving up to 30% of the issued and paid-up share capital of mTouche for the eligible Directors and employees of the Company and its subsidiaries approved by mTouche’s shareholders on 23 January 2017, the effective date for the implementation of the ESOS is 13 November 2017.

Save for the above, there were no other events after the end of the current financial quarter.

**A11. Changes in Composition of the Group**

There were no other changes in the composition of the Group for the current financial quarter.

**A12. Contingent Assets or Changes on Contingent Liabilities**

There were no contingent assets or contingent liabilities since the last statement of financial position date.

**A13. Significant Related Party Transaction**

The Directors are of the opinion that there are no related party transactions which would have material impact on the financial position and the business of the Group during the current financial quarter.



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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES FOR THE ACE MARKET**

**B1. Review of Performance**

**Statement of Profit & Loss and Other Comprehensive Income**

	<b>Current Year Quarter 30.09.2017 RM'000 (unaudited)</b>	<b>Preceding Year Quarter 30.09.2016 RM'000 (unaudited)</b>
	<b>RM'000</b>	<b>RM'000</b>
Revenue	4,025	N/A
Gross profit	2,488	N/A
Profit before tax	502	N/A

The Group registered revenue of RM4.0 million for the three (3) months ended 30 September 2017. There is no preceding year corresponding period comparison due to the change in the financial year end from 31 December to 30 June. Revenue from matured market recorded at RM3.1 million whereas revenue from emerging markets recorded at RM0.9 million.

The revenue was largely generated from mTouche International Sdn Bhd on sales of license software and mTouche (Thailand) Co., Ltd on messaging content services.

Overall, with efforts from the management in business development, the figures shown an acceleration in revenue which in turn shown the improved market response to our products.

With the abovementioned revenue recorded, coupled with Management's initiative to tighten the cost of services through a series of cost control measurement, the Group registered a pre-tax profit of RM0.5 million.

**Statement of Financial Position**

	<b>As at 30.09.2017 RM'000 (unaudited)</b>	<b>As at 30.06.2017 RM'000 (audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
Total assets	24,944	24,116
Total liabilities	13,326	13,094

Non-current assets comprising property, plant and equipment, intangible assets and deferred tax assets of RM5.1 million as at 30 September 2017, comparing to RM1.1 million as at 30 June 2017, the increase was due to the addition of software purchased during the financial quarter to upgrade our current infrastructure.

Despite the above, total assets only recorded a marginal increase of 3.4% as at current financial quarter given the better collection of receivables has resulted the receivables reduced by 13.9% comparing to previous period end. On the other hand, total liabilities recorded a marginal movement of 1.8%.

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**Statement of Cash Flow**

	<b>As at 30.09.2017 RM'000 (unaudited) RM'000</b>	<b>As at 30.09.2016 RM'000 (unaudited) RM'000</b>
Operating activities	3,680	N/A
Investing activities	(4,151)	N/A
Financing activities	(2)	N/A

With the positive collections as mentioned above, net cash from operating activities as at current financial quarter amounting to RM3.7 million, where 2.7 million was resulting from receivables. However, given the growing of the business, mTouche has invested RM4.2 million in purchasing software to support our current business model and upgrading our current facilities.

The only cash outflow from financing activities during current financial quarter was the placement of fixed deposit of RM2,000.

**B2. Material Changes in Profit before Tax for the Quarter Compared with Immediate Preceding Quarter**

	<b>Current Year Quarter 30.09.2017 RM'000 (unaudited) RM'000</b>	<b>Immediate Preceding Quarter 30.06.2017 RM'000 (unaudited) RM'000</b>
Revenue	4,025	5,947
Profit before tax	502	1,295

The Group recorded RM4.0 million of revenue during the financial quarter, which largely generated from mTouche International Sdn Bhd and mTouche (Thailand) Co., Ltd on sales of license software in Malaysia messaging content services in Thailand respectively. Comparing to RM5.9 million in the preceding quarter, the drop was due to performance in Thailand has decelerated in the current financial quarter. Hence, this has resulting the drop in profit before tax to RM0.5 million comparing to RM1.3 million in the preceding quarter.

**B3. Commentary on Prospects**

We aim to capture the opportunities and prospects in the local and regional markets. Our Group has taken various initiatives to improve our financial performance and we expect growth to stem from the following key areas:-

(i) Upgrading of our existing MVASP

We intend to focus on our core business of providing mobile value added services such as mobile messaging, content services and mobile solutions through the upgrade of our existing MVASP, allowing us to scale our operations upwards and record higher revenue through the provision of mobile value added services.

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(ii) Development of a MDEP

Due to the rapid change in technology and the affordability of smartphones, consumers are quickly shifting away from using feature phones which only allow for SMS and voice calls to using smartphones usage with mobile applications for many aspects of their lives including communication, work, education and entertainment.

As such, we intend to develop a MDEP, which is an all-encompassing mobile platform ecosystem for smartphones. The MDEP comprises a social networking platform, an entertainment-related mobile platform and a mobile payment platform through an open application program interface which allows third party content providers, developers and programmers to customise and build their mobile applications for the MDEP. The MDEP can host a multitude of mobile applications built by third party content providers, developers and programmers and aims to be the go-to mobile application platform for users looking to have a streamlined mobile application platform comprising different functions.

(iii) Regional business expansion

Our operations span across eight (8) countries – Malaysia, Thailand, Indonesia, Vietnam, Singapore, Hong Kong, Philippines and Cambodia. We are of the view that there is a demand for mobile value added services as well as a subscriber base for the adoption of the completed MDEP in these countries. In this regard, we intend to expand our existing regional business to cater for the growth in businesses in these regions to capture more customers.

In light of this, we believe in encouraging the growth of smartphone users throughout South East Asia and Hong Kong through investment in digital mobile ecosystem platform, A.I and digital media advertising services. As such, our collaboration with A Conceptech Sdn Bhd will provide a platform for us to develop our technological expertise and experience in A.I and Blockchain Platform technology, particularly in the O2O higher learning sector.

Moving forward, the Group will continue to focus and drive existing core business in mobile value-added services, promote new products and continuously looking forward for the growth in South East Asia. mTouche will invest additional resources and funding to help accelerate time-to-market for the platform, with specific cloud-based solution and services for the media and entertainment industry

**B4. Variation on Revenue or Profit Estimate, Forecast, Projection or Internal Targets**

Not applicable.

**B5. Variance of Actual Profit After Tax and Minority Interest and the Forecast Profit after Tax and Minority Interest**

Not applicable.

**B6. Shortfall in the Profit Guarantee**

Not applicable.

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**B7. Tax expenses**

	Current Year Quarter 30.09.2017 RM'000 (unaudited)	Cumulative Year To Date 30.09.2017 RM'000 (unaudited)
Current tax expense:		
- Malaysian income tax	-	-
- Foreign tax	194	194
	194	194
Deferred tax	(49)	(49)
<b>Total</b>	<b>145</b>	<b>145</b>

Malaysian income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the year. Taxation for other jurisdiction is calculated at the rate prevailing in the respective jurisdiction.

**B8. Status of Corporate Proposals**

On 23 January 2017, the Company's shareholders approved the following resolutions and has completed as at 21 November 2017:

- Par value reduction via the cancellation of RM0.05 from the par value of every existing ordinary shares of RM0.10 each in the issued and paid-up share capital of the company. The par value reduction has completed on 9 March 2017.
- Consolidation of every two ordinary shares of RM0.05 each (after the par value reduction) into one (1) ordinary share of RM 0.10 each. The share consolidation has completed on 27 March 2017.
- Increase in the authorised share capital of mTouche from RM50,000,000 comprising 500,000,000 shares to RM300,000,000 comprising 3,000,000,000 shares. Notwithstanding on that, Companies Act 2016 which came into operation on 31 January 2017 has abolished the concept of authorised share capital and par value of share capital.
- Renounceable rights issue of up to 557,500,566 new ordinary shares of RM0.10 each in mTouche ("mTouche Shares" or "Shares") ("Rights Shares") together with up to 278,750,283 free detachable warrants in mTouche ("Warrants C") (after share consolidation) on the basis of six (6) rights shares together with three (3) free warrants C for every two (2) existing shares held by entitled shareholders. The issuance of Rights Shares with Warrants C has completed on 9 November 2017.
- Establishment of an employees' share option ("ESOS") scheme involving up to 30% of the issued and paid-up share capital of mTouche for the eligible Directors and employees of the Company and its subsidiaries. The effective date for the implementation of the ESOS is 13 November 2017, being the date on which the Company is in full compliance with all relevant requirements as stated in Rule 6.44 of the Ace Market Listing Requirements of Bursa Malaysia Securities Berhad.

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**B9. Utilisation of Proceeds Raised from Corporate Proposal**

The proceeds raised from the renounceable rights issue with free detachable warrants amounting RM76.24 million.

Purpose	Proposed Utilisation	Actual Utilisation	Unutilised Proceeds	Intended Timeframe for Utilisation	Deviation amount		Explanation (if the deviations > 5%)
	RM'000	RM'000	RM'000		RM'000	%	
Upgrading of existing Mobile Value Added Service Platform	2,500	-	2,500	within 12 months	-	-	N/A
Development of a Mobile Digital Ecosystem Platform	7,500	-	7,500	within 18 months	-	-	N/A
Working Capital	3,035	-	3,035	within 24 months	-	-	N/A
Acquisition of new office premises	7,500	-	7,500	within 24 months	-	-	N/A
Regional business expansion	12,000	-	12,000	within 24 months	-	-	N/A
Acquisition and/or investment in other complementary business and/or assets	42,708	-	42,708	within 24 months	-	-	N/A
Expenses in relation to the Corporate Exercise	1,000	1,000	-	Immediate	-	-	N/A
<b>Total</b>	<b>76,243</b>	<b>1,000</b>	<b>75,243</b>				

**B10. Borrowings and Debts Securities**

There were no borrowings or debt securities in the Group as at 30 September 2017.

**B11. Material Litigation**

There were no significant changes in material litigation as at 21 November 2017

**B12. Dividends**

No dividend was declared and paid during the current financial quarter.

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**B13. Earnings per shares**

	<b>Current Year Quarter 30.09.2017</b>	<b>Preceding Year Quarter 30.09.2016</b>	<b>Current Year To Date 30.09.2017</b>	<b>Preceding Year To Date 30.09.2016</b>
Profit attributable to ordinary shareholders of the Company (RM'000)	709	N/A	709	N/A
Weighted average number of ordinary shares in issue ('000)	127,348	N/A	127,348	N/A
Basic & diluted (loss)/earnings per share (sen)	0.56	N/A	0.56	N/A

The diluted earnings per ordinary share is same as the basic earnings per share as the average market price of the ordinary shares during the current financial quarter was lower than the exercise price of the warrants and accordingly, the effect of the assumed conversion of warrants outstanding will be anti-dilutive effect and the Company has no other dilutive potential ordinary shares in issue as at the end of the current financial quarter.

**B14. Note to the Statements of Profit or Loss and Other Comprehensive Income**

Profit before tax has been determined after charging/(crediting), amongst others, the followings items:-

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 30.09.2017 RM'000</b>	<b>Preceding Year Quarter 30.09.2016 RM'000</b>	<b>Current Year To Date 30.09.2017 RM'000</b>	<b>Preceding Year To Date 30.09.2016 RM'000</b>
Interest income	(3)	N/A	(3)	N/A
Other income	(707)	N/A	(707)	N/A
Depreciation and amortisation	153	N/A	153	N/A
Foreign exchange losses	75	N/A	75	N/A

Save for the above, the other items as required under Chapter 9 Appendix 9B (16) of the Ace Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

**B15. Foreign Currency Risk Management**

The Group does not enter into any foreign currency contracts during the current financial quarter.

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**CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2017**

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**B16. Trade Receivables**

	<b>Current Year Quarter 30.09.2017 RM'000 (unaudited)</b>	<b>Preceding Year Quarter 30.09.2016 RM'000 (unaudited)</b>
	<b>RM'000</b>	<b>RM'000</b>
Neither past due nor impaired	4,843	N/A
Past due but not impaired:		
1-30 days	4,955	N/A
31-60 days	1,204	N/A
61-90 days	391	N/A
91-365 days	183	N/A
Past due and impaired	(33)	N/A
	<b>11,543</b>	<b>N/A</b>

**B17. Material Impairment of Assets**

There was no material impairment of assets during the current financial quarter.

**B18. Disclosure of Realised and Unrealised Losses**

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1 Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure pursuant to the Bursa Securities' Listing Requirements, issued by the Malaysian Institute of Accountants:

	<b>As at 30.09.2017 RM'000 (unaudited)</b>	<b>As at 30.06.2017 RM'000 (audited)</b>
Total accumulated losses of the Group:		
- Realised	(57,967)	(65,475)
- Unrealised	135	547
Add: Consolidated adjustments	(57,832) 46,235	(64,928) 52,622
Total group accumulated losses as per consolidated accounts	<b>(11,597)</b>	<b>(12,306)</b>

Unrealised losses include unrealised (loss)/gain on foreign exchange and deferred tax.

**By Order of the Board,**

**NG SALLY (MAICSA 7060343)**  
**TEO MEE HUI (MAICSA 7050642)**  
**Company Secretary**  
**28 November 2017**